

STATEMENT OF PURPOSE

RS32240C1 / S1103

This bill expands opportunities for Idaho credit unions to accept additional state deposits beyond the federally insured amount of \$250,000 set by the National Credit Union Share Insurance Fund. Currently, Idaho Code limits credit unions' ability to take State deposits beyond this federally insured amount, with the cap originally established in 1986. Expanding this opportunity will allow funds to remain in the state to be reinvested in Idaho communities and Idaho citizens. Additionally, the bill requires credit unions that accept deposits greater than the insured amount to collateralize all funds beyond the insured limit. This collateral will protect taxpayer dollars by ensuring that State funds are secured. The collateral will be negotiated between the credit union and the public entity.

FISCAL NOTE

This legislation causes no additional expenditure of funds at the state or local level of government, nor does it cause an increase or decrease in revenue for state or local government, therefore the legislation has no fiscal impact.

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DISCLAIMER: This statement of purpose and fiscal note are a mere attachment to this bill and prepared by a proponent of the bill. It is neither intended as an expression of legislative intent nor intended for any use outside of the legislative process, including judicial review (Joint Rule 18).